



DEFENSE FINANCE AND ACCOUNTING SERVICE

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JUN 29 1998

DFAS-HQ/FMM


MEMORANDUM FOR DIRECTOR, DEFENSE FINANCE AND ACCOUNTING SERVICE
CLEVELAND CENTER
DIRECTOR, DEFENSE FINANCE AND ACCOUNTING SERVICE
DENVER CENTER
DIRECTOR, DEFENSE FINANCE AND ACCOUNTING SERVICE
INDIANAPOLIS CENTER
DIRECTOR, DEFENSE FINANCE AND ACCOUNTING SERVICE
KANSAS CITY CENTER
PROGRAM MANAGER, DEFENSE JOINT MILITARY PAY SYSTEM

SUBJECT: Change to the Department of Defense Financial Management Regulation, Volume 7, Part A (DoDFMR Vol 7A), Servicemembers' Group Life Insurance (SGLI) Program Premium Reduction (DFAS Item H-16)

This is DFAS Interim Change Number 25-98 to the DoDFMR Volume 7A. This change is effective July 1, 1998. The Department of Veterans Affairs has announced their decision to lower the SGLI premium. The reduction, effective July 1, 1998, lowers the premium for each \$10,000 of coverage from 85 cents to 80 cents.

This reduction is the result of program management efficiencies achieved by the Office of Servicemembers' Group Life Insurance (OSGLI) and the continued low death rates among Active Duty and Ready Reserve personnel.

We have evaluated your comments on the draft change to the DoDFMR, Volume 7A. The attached version includes your comments where appropriate. For the Denver and KC Center, use the attached to formalize any system changed. For the Denver Center, use the attached to initiate the formal change to the DoDFMR. Our point of contact is Major Jeff Holden. Major Holden may be reached at CCMAIL:j1holden@cleveland.dfas.mil. He may be contacted at DSN 327-5065 or (703) 607-5065. Our FAX number is DSN 332-5271 or (703) 602-5271.


Gregory P. Biz
Director for Finance

Attachments:
As stated

cc: ASD (FMP)
DFAS-HQ/G

1. Revise Paragraph 4707 DEDUCTIONS (SGLI PREMIUMS) to read as follows:

“When a member is in a status referred to in section 4703 (eligible for full-time coverage), the monthly deduction (effective 1 July 1998) is \$.80 for each \$10,000 of coverage...”

2. Change the Bibliography citation for paragraph 4707 to read:

Paragraph

Citation

4707

Under Secretary of Veterans Affairs Memo, 27 March 1998